

# Exhibit 2

DSP-05 050784453

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# APPROVE

**License Number:**  
050784453

**Date Issued:**  
01/22/2024

**Months Valid:**  
6

License is hereby granted to the applicant for the commodity described in the attached application to be permanently exported from the United States. This license may be revoked, suspended, or amended by the Secretary of State without prior notice whenever the Secretary deems such action advisable.

The United States Government position on this case consists of this 1 page decision memo and the attached 5 page application. Both must be present for the USG position to be valid.

The POC for this USG action is Thomas Trotto, 202-663-2996, [trottot@state.gov](mailto:trottot@state.gov).

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U.S. Department of State

Application for Permanent Export of Unclassified Defense Articles, Related Technical Data, and Defense Services

OMB APPROVAL NO. 1405-0003

EXPIRATION DATE: 01/31/2025

\*ESTIMATED BURDEN: 1 HOUR

\*PAPERWORK REDUCTION ACT STATEMENT: Public reporting burden for this collection of information is estimated to average 1 hour per response, including time required for searching existing data sources, gathering the necessary data, providing the information required, and reviewing the final collection. Send comments on the accuracy of this estimate of the burden and recommendations for reducing it to: Department of State (A/GIS/DIR) Washington, D.C. 20520.

1. Date Prepared

01/02/2024

2. DDTC Registration Code

M39137

3. Country of Ultimate Destination

Ukraine

4. Probable Port of Exit from U.S.

Port 1: Charleston, SC

Port 2: Wilmington, VA

5. Applicant

Applicant Is: Manufacturer

Name: Pacem Defense LLC

Attention: Brian Crouch

Address: 2941 FAIRVIEW PARK DR STE 350

City: Falls Church

State: Virginia

ZIP Code: 22042

Country: United States

Telephone 850-838-8455

6. U.S. Government Personnel (not PM/DDTC) Familiar with Commodity

No value selected. (Optional block)

7. Applicant Contact for Additional Information

Name: Brian Crouch

Telephone: 8508388455

Extension:

Name: Joesph Schmitz

Telephone: 7039923095

Extension:

8. Description of Transaction

- A. This application represents ONLY a completely new shipment
- B. This Application has related license #
- ☐ was licensed to the country in Block 3 of the first page under license #
- ☐ was licensed to other countries under license #
- ☐ was returned without action under voided license #
- ☐ was denied to the country in Block 3 of the first page under voided license #
- C. This Application is in reference to agreement #

D. If the commodity is being financed under

☒ Not Applicable

☐ Foreign Military Sale #

Case Numbers:

☐ Foreign Military Financing #

Case Numbers:

☐ Grant Aid Program #

Case Numbers:

E. This application is related to a disclosure filed with Defense Trade Controls Compliance

☐ Yes ☒ No

### 9 - 13. Commodity Information

Item	9. Quantity	10. Commodity	11. USML Category	12. \$ Value
1	<b>Quantity:</b> 200000  <b>Unit Type:</b> Items	M430A1 40mm High Explosive, Dual Purpose (HEDP) Cartridge, preassembled into links for the MK19 Grenade Launcher  <b>Defense Article Type:</b> Hardware	III (a(2)) Is a DSP-83 attached? <input checked="" type="radio"/> Yes <input type="radio"/> No	\$14,000,000
13. Total Value				\$14,000,000

### 14. Foreign End-User

Name: National Police of Ukraine  
 Address: Bolgomosta, Street 10, Kyiv 01601  
 City: Kyiv  
 Country: Ukraine

### 15. Manufacturer of Commodity

Name: PACEM Defense, LLC  
 Address: 4700 Providence Road  
 City: Perry  
 Country: United States  
 State: Florida  
 Zip Code: 32347

### 16. Foreign Consignee

Name: DSS PLC  
 Address: Klobounick 1735/26 140 00  
 City: Prague  
 Country: Czechia

### 17. Source of Commodity

Name: PACEM Defense, LLC  
 Address: 4700 Providence Road  
 City: Perry  
 Country: United States  
 State: Florida  
 Zip Code: 32347

### 18. Foreign Intermediate Consignee

Name: DSS PLC  
 Address: Klobounick 1735/26 140 00  
 City: Prague  
 Country: Czechia  
 Role: Receiver in Czechia as intermediate location for handling and trucking transfer to the end user. Licensed Importer to the EU.

Name: Simtex International, Ltd.  
 Address: 4 West Links, The Business Village, Tollgate  
 City: Chandlers Ford  
 Country: United Kingdom  
 Role: U.K. based Shipper. They use Expedited World Cargo, Inc. for the AES filing, who is listed in Block 21 as freight forwarder..

### 19. U.S. Seller

Name: PACEM Defense, LLC  
 Address: 4700 Providence Road  
 City: Perry  
 State: Florida  
 ZIP Code: 32347

### 20. Specific Purpose

- ☐ Off-Shore procurement
- ☐ Request for Prior Approval (22 CFR 126.8)
- ☐ Brokering (22 CFR 129)
- ☒ Other

Defense capability improvement of the Ukraine National Police Forces. To facilitate the Administration of Ukraine's defense capabilities and mobilization readiness, to protect the population in an emergency situation, to ensure national security and defense, to repel and deter armed aggression.

### 21. U.S. Consignor/Freight Forwarder

Name: National Air Cargo  
 Address: 5955 T.G. Lee Blve, Suite 500  
 City: Orlando  
 State: Florida  
 Zip Code: 32822

Name: Expedited World Cargo Inc  
 Address: 22710 Executive Drive, Suite 200

City: Dulles  
 State: Virginia  
 Zip Code: 20166

## 22. Applicant's Statement

I, Brian Crouch, an empowered official (22 CFR 120.67) or an official of a foreign government entity in the U.S., hereby apply for a license to complete the transaction described above; warrant the truth of all statements made herein; and acknowledge, understand and will comply with the provisions of 22 CFR 120-130, and any conditions and limitations imposed.

I am authorized by the applicant to certify the following in compliance with 22 CFR 126.13:

1. Neither the applicant, its chief executive officer, president, vice presidents, other senior officers or officials (e.g., comptroller, treasurer, general counsel) nor any member of its board of directors is:
  - a. the subject of an indictment for or has been convicted of violating any of the U.S. criminal statutes enumerated in 22 CFR 120.6 since the effective date of the Arms Export Control Act, Public Law 94-329, 90 Stat. 729 (June 30, 1976); or
  - b. ineligible to contract with, or to receive a license or other approval to import defense articles or defense services from, or to receive an export license or other approval from any agency of the U.S. Government;
2. To the best of the applicant's knowledge, no party to the export as defined in 22 CFR 120.68(a) has been convicted of violating any of the U.S. criminal statutes enumerated in 22 CFR 120.6 since the effective date of the Arms Export Control Act, Public Law 94-329, 90 Stat. 729 (June 30, 1976); or is ineligible to contract with, or to receive a license or other approval to import defense articles or defense services from, or to receive an export license or other approval from any agency of the U.S. Government; and

## 22 CFR 126.13 Certification

- ☒ a. I am authorized by the applicant to certify that the applicant and all the parties to the transaction can meet in full the conditions of 22 CFR 126.13 as listed above.
- ☐ b. I am authorized by the applicant to certify to 22 CFR 126.13. The applicant or one of the parties of the transaction cannot meet one or more of the conditions of 22 CFR 126.13 as listed above. A request for an exception to policy, as described in 22 CFR 127.11 of the ITAR, is attached.
- ☐ c. I am authorized by the applicant to certify to 22 CFR 126.13. The applicant or one of the parties of the transaction cannot meet one or more of the conditions of 22 CFR 126.13 as listed above. However that party has met the conditions imposed by the Directorate of Defense Trade Controls in order to resume standard submission of applications, not requiring an exception to policy as described in 22 CFR 127.11 of the ITAR.
- ☐ d. I am not authorized by the applicant to certify the conditions of 22 CFR 126.13. The applicant and all the parties to the transaction can meet in full the conditions of 22 CFR 126.13 as listed above. Please see the attached letter from an official that is authorized by the applicant to certify to the conditions of 22 CFR 126.13.
- ☐ e. I am not authorized by the applicant to certify the conditions of 22 CFR 126.13. The applicant or one of the parties of the transaction cannot meet one or more of the conditions of 22 CFR 126.13 as listed above. A request for an exception to policy, as described in 22 CFR 127.11 of the ITAR, and a letter from an official that is authorized by the applicant to certify to the conditions of 22 CFR 126.13 are attached.
- ☐ f. I am not authorized by the applicant to certify to 22 CFR 126.13. The applicant or one of the parties of the transaction cannot meet one or more of the conditions of 22 CFR 126.13 as listed above. However that party has met the conditions imposed by the Directorate of Defense Trade Controls in order to resume standard submission of applications, not requiring an exception to policy as described in 22 CFR 127.11 of the ITAR. Please see the attached letter from an official that is authorized by the applicant to certify to the conditions of 22 CFR 126.13.

## Compliance with 22 CFR 130

- ☐ This transaction does not meet the requirements of 22 CFR 130.2.

- ☒ This transaction meets the requirements of 22 CFR 130.2. The applicant or its vendors have not paid, nor offered, nor agreed to pay, in respect of any sale for which a license or approval is requested, political contributions, fees or commissions in amounts as specified in 22 CFR 130.9(a).
- ☐ The applicant or its vendors have paid, or offered, or agreed to pay, in respect of any sale for which a license or approval is requested, political contributions, fees or commissions in amounts as specified in 22 CFR 130.9(a). Information required under 22 CFR 130.10 is attached.
- ☐ I am not authorized by the applicant to certify the conditions of 22 CFR 130.9(a). Please see the attached letter for such certification.

### CONDITIONS OF ISSUANCE

1. This license is issued under the conditions cited in 22 CFR 120-130, including the conditions and limitations as applicable, that:
  - A. It shall not be construed as implying U.S. Government approval or commitment to authorize future exports of any defense article (hardware or technical data) on the U.S. Munitions List (USML), or a U.S. Government commitment with regard to any proposed manufacturing license, technical assistance or distribution agreement that may result from a license or other approval.
  - B. If a license is issued for technical data only, it does not authorize the export of any hardware; if a license is issued for hardware only, it does not authorize the export of any technical data, unless specifically authorized by an exemption.
  - C. The issuance of this license does not release the applicant, or anyone acting on their behalf, from complying with other requirements of U.S. law and regulations.
  - D. This transaction may be subject to end-use monitoring by the United States Government.
2. The prior written approval of the Department of State, Directorate of Defense Trade Controls, must be obtained before USML defense articles exported from the U.S. using a license or other approval, to include an ITAR exemption, may be resold, transferred, diverted, transshipped, re-exported to, or used in any country, or by any end user or for any end use, other than that described on the license or other approval.

### DISPOSITION OF LICENSE

The final disposition of this license shall be in accordance with 22 CFR 123.22(c).

### ENDORSEMENT

Indicate below which COMMODITY is BEING EXPORTED and maintain a CONTINUING BALANCE of the remaining value:

SHIPMENT DATE	QUANTITY	COMMODITY	SHIPMENT VALUE	XTN/ITN	INITIALS	PORT OF EXIT/ ENTRY
TOTAL AUTHORIZED VALUE:						

REMAINING BALANCE:

NOTE: Continuation of additional shipments must be authenticated by use of continuation sheets in the U.S. Customs handbook.